

FISCAL NOTE

SB 3173 - HB 3236

February 21, 1998

SUMMARY OF BILL: Enacts the *Convention Center and Tourism Development Financing Act of 1998*; allocates the incremental growth in state and local sales tax collections to a municipality which invests \$75,000,000 in a qualified public use facility.

ESTIMATED FISCAL IMPACT:

Forgo State Revenues - Exceeds \$1,000,000

Increase Local Govt. Revenues - \$1,000,000

**Increase State Expenditures - \$65,200 One Time
\$7,000 Recurring**

Assumes that state revenues will be foregone in amounts exceeding \$1,000,000 with a corresponding increase in local government revenues exceeding \$1,000,000 to the extent that such facilities are approved and constructed. It is also assumed that such facility will not be constructed in the absence of this bill and therefore will result in increased economic activity to the state and local governments with resulting increases in state and local government tax collections. The amount of increased activity and resultant increase in revenues cannot be determined but is estimated to be significant in the long run.

Also assumes an increase in one-time state expenditures of \$65,200 and recurring state expenditures of \$7,000 for computer system changes in the Department of Revenue.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



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James A. Davenport, Executive Director